

Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2021 (Based on Japanese GAAP)

February 4, 2022

Company name: The Keiyo Bank, Ltd.
 Stock exchange listing: Tokyo
 Stock code: 8544 URL <https://www.keijobank.co.jp/>
 Representative: President Toshiyuki Kumagai
 Inquiries: General Manager of Accounting Yukihiko Nezu TEL 043-306-2121
 Corporate Planning Division
 Scheduled date to file Quarterly Securities Report: February 10, 2022
 Scheduled date to commence dividend payments: –
 Trading accounts: No
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended December 31, 2021 (from April 1, 2021 to December 31, 2021)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Ordinary income		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended December 31, 2021	49,744	3.7	15,029	35.8	10,608	41.8
Nine months ended December 31, 2020	47,964	(9.1)	11,059	25.7	7,477	23.9

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2021	82.12		–	
Nine months ended December 31, 2020	57.24		57.06	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2021	6,891,841	305,480	4.3
As of March 31, 2021	5,553,028	298,051	5.2

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2021	–	9.00	–	10.00	19.00
Year ending March 31, 2022	–	10.00	–		
Year ending March 31, 2022 (Forecast)				10.50	20.50

3. Forecast of consolidated financial results for the year ending March 31, 2022 (from April 1, 2021 to March 31, 2022)

Percentages indicate year-on-year changes

	Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Yen
Full year	15,000	25.1	10,400	40.8	80.69

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 2021
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: Yes
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of December 31, 2021	138,927,858 shares	As of March 31, 2021	138,927,858 shares
-------------------------	--------------------	----------------------	--------------------

Number of treasury shares at the end of the period

As of December 31, 2021	10,555,944 shares	As of March 31, 2021	8,265,010 shares
-------------------------	-------------------	----------------------	------------------

Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2021	129,182,992 shares	Nine months ended December 31, 2020	130,621,140 shares
-------------------------------------	--------------------	-------------------------------------	--------------------

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2021	As of December 31, 2021
Assets		
Cash and due from banks	514,412	1,744,139
Call loans and bills bought	–	2,875
Trading securities	3,656	3,683
Money held in trust	2,954	3,052
Securities	1,047,334	1,163,652
Loans and bills discounted	3,875,818	3,863,205
Foreign exchanges	7,739	6,535
Other assets	41,022	43,446
Tangible fixed assets	59,477	57,877
Intangible fixed assets	7,886	10,340
Retirement benefit asset	1,970	2,491
Deferred tax assets	3,197	3,073
Customers' liabilities for acceptances and guarantees	3,203	3,246
Allowance for loan losses	(15,643)	(15,780)
Total assets	5,553,028	6,891,841
Liabilities		
Deposits	4,926,199	5,075,185
Negotiable certificates of deposit	85,874	131,274
Call money and bills sold	–	30,000
Cash collateral received for securities lent	–	467,998
Borrowed money	216,600	852,900
Foreign exchanges	165	127
Other liabilities	14,569	17,750
Provision for bonuses	1,314	474
Provision for bonuses for directors (and other officers)	60	39
Retirement benefit liability	284	544
Provision for retirement benefits for directors (and other officers)	5	5
Provision for share awards	–	254
Provision for loss on interest repayment	2	1
Provision for reimbursement of deposits	589	484
Provision for contingent loss	1,023	949
Deferred tax liabilities	515	552
Deferred tax liabilities for land revaluation	4,570	4,570
Acceptances and guarantees	3,203	3,246
Total liabilities	5,254,977	6,586,360
Net assets		
Share capital	49,759	49,759
Capital surplus	39,704	39,704
Retained earnings	177,123	185,125
Treasury shares	(8,301)	(9,281)
Total shareholders' equity	258,286	265,309
Valuation difference on available-for-sale securities	27,015	27,669
Revaluation reserve for land	7,040	7,040
Remeasurements of defined benefit plans	451	396
Total accumulated other comprehensive income	34,507	35,106
Share acquisition rights	312	–
Non-controlling interests	4,944	5,064
Total net assets	298,051	305,480
Total liabilities and net assets	5,553,028	6,891,841

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2020	Nine months ended December 31, 2021
Ordinary income	47,964	49,744
Interest income	36,354	37,274
Interest on loans and discounts	27,138	26,809
Interest and dividends on securities	8,816	9,266
Fees and commissions	8,303	10,250
Other ordinary income	871	672
Other income	2,434	1,547
Ordinary expenses	36,904	34,715
Interest expenses	585	478
Interest on deposits	259	165
Fees and commissions payments	3,402	3,594
Other ordinary expenses	526	1,024
General and administrative expenses	27,680	26,709
Other expenses	4,709	2,908
Ordinary profit	11,059	15,029
Extraordinary income	–	336
Gain on disposal of non-current assets	–	18
Gain on reversal of share acquisition rights	–	317
Extraordinary losses	115	333
Loss on disposal of non-current assets	98	118
Impairment losses	16	–
Provision for share awards	–	214
Profit before income taxes	10,944	15,032
Income taxes	3,321	4,362
Profit	7,623	10,670
Profit attributable to non-controlling interests	145	62
Profit attributable to owners of parent	7,477	10,608

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2020	Nine months ended December 31, 2021
Profit	7,623	10,670
Other comprehensive income	4,384	661
Valuation difference on available-for-sale securities	4,052	719
Remeasurements of defined benefit plans, net of tax	331	(57)
Comprehensive income	12,007	11,332
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	11,649	11,208
Comprehensive income attributable to non-controlling interests	357	124